



# Quarterly Update of FY 2003-04 and 2004-05 Cash Forecast

Agenda Item 3.9

December 11, 2003



# Quarterly Cash Forecast Update

## SHA STATUS

- As reported in the Monthly Finance Report, the actual expenditures in the SHA for the past two months are in line with forecast.
- The revenue picture is mixed:
  - State revenues are slightly higher than forecast.
  - No federal budget is enacted.
- Monthly Balances are currently low, as forecast.
- Monthly Balances increase after March 2004.



# Quarterly Cash Forecast Update

## Uncertainties

- There have been mid-year budget proposals introduced that may impact the SHA.
  - TCRP Program termination
- The FY 2004-05 Governor's Budget is due out in January.
  - Proposals could impact SHA
- The Federal budget level has not been set or enacted.



# Quarterly Cash Forecast Update

- We recommend no change from the forecast presented in September 2003.
  - Expenditures appear to be on track with forecast
  - Uncertainties in revenue and budget do not provide for accurate forecast at this time.
- We believe that by February, these issue will be known and a new forecast can be presented



# Quarterly Cash Forecast Update

## SHOPP ALLOCATIONS

- We believe we can proceed with SHOPP allocations on a measured basis.
- Beginning this month, we propose allocating \$100 million per month.
  - Allocations should have little impact on February and March balances.
  - Allocations lower June 04 balance by \$50 million and June 05 balance by \$590 million.
  - Measured approach provides safeguard against possible revenue or budget changes.



# Quarterly Cash Forecast Update

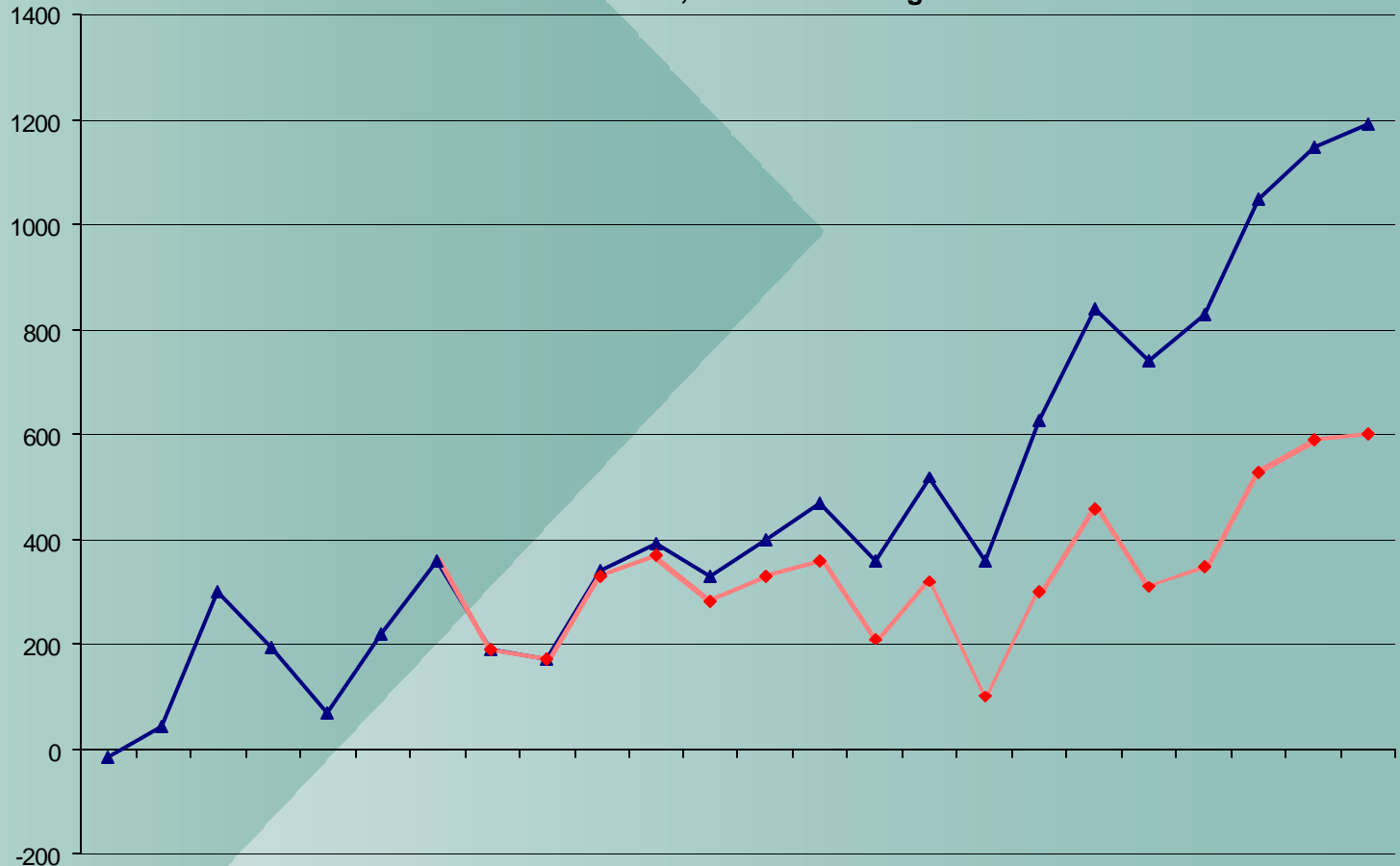
## SHOPP ALLOCATIONS

- We believe the December and January allocations are safe even with known pressures.
- After January, budget and revenue pressures should be known and a revised forecast can be presented.

# Quarterly Cash Forecast Update

State Highway Account - 24 Month Cash Forecast Scenario  
Indicated amount voted each month, December through June

SHOPP Votes (\$ in Millions)		
Dec-03	\$	100
Jan-04	\$	100
Feb-04	\$	100
Mar-04	\$	-
Apr-04	\$	100
May-04	\$	100
Jun-04	\$	300
Total	\$	800



	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05
—▲— Cash Flow	-16	46	298	192	70	220	360	190	170	340	390	330	400	470	360	520	360	630	840	740	830	1050	1150	1190
—◆— Flow with Votes	0	0	0	0	0	0	360	190	170	330	370	280	330	360	210	320	100	300	460	310	350	530	590	600

Based on September Forecast